Brent Rose Allen Kunzler Kay Kunzler John Spackman Park Valley Hereford Association Park Valley, Utah 84329

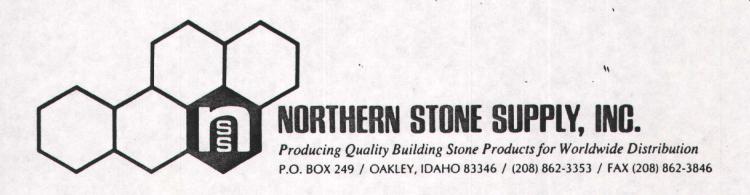
Dear Brent, Allen, Kay, and John,

I am sorry that there was a misunderstanding about location and type of fence on our turquoise stone quarry property when you drove your cattle into Rock Canyon last Wednesday. As evidenced by past actions, communication and meetings in past years and our recent communications, we are trying very hard to cooperate with the cattle association and develop a spirit of mutual cooperation. It is really very simple if we each bring up a issue when it might affect the other and then meet in a timely way so that we can agree on a plan.

Part of our recent problem was a misunderstanding of who was the spokesman for the cattle association and the difficulty of getting everyone involved, together in a timely way. In the future, both myself and Garth Greenwell will be available with reasonable notice. Garth is a key person in our organization and has full authority to make decisions if something needs to be discussed on short notice. Over the course of the past twenty years Garth has been very involved in working in various capacities with the cattle people in the Oakley area and since we started working in Park Valley last year Garth has tried very hard to develop a relationship and communication base with the people involved in the Park Valley Hereford Association.

So that everyone will be clearer on direction, and purpose I would like to briefly outline our past, present and future ideas.

- 1. Over the past 37 years Glen Fuller's operation worked very cooperatively with the P.V. Hereford Association. My letter of September 14, 1991 confirmed my intent to do the same. Over the years Glen spent many thousands of dollars building and maintaining roads and pioneering the Dugway Road into Rock Canyon, installing and maintaining gates etc. No one was ever asked to contribute a penny in spite of the fact that this access and the roads are of great value to the cattle association.
- 2. Dugway road access to Rock Canyon; As stated and tested a number of times since 1954, this is a private road on a mining claim that pre dates the changes in the multiple use act of 1955. The access gate has been locked and blocked each year except during cattle season when conditional use has been granted to the PVHA to facilitate their operations. We wish to continue this program and only require that no vehicles enter through the Dugway gate and that it be closed when entering or leaving. If you will notify us prior to spring start up and when you terminate in the fall, we will leave the gate unlocked during that period.



- 3. Fencing program; We intend to see our storage yards, living areas and parry working areas to keep cattle out and improve the security and quality of these areas. We are spending large sums of money to do this program and feel that it will benefit ourselves as well as the Cattle Association in the big picture. Properly constructed fences, access gates and cattle drive ways will be provided. The areas that we are fencing have little or no grazing value and according to multiple use law we do have the right to fence our working areas.
- 4. Gates and access to working and living areas; Per your request we are providing as a courtesy, a key to our main gate leading into our living and working areas. This is basically the same as you giving us a key to your private home yard and it is important to observe a few courtesies. Emergency access only, no vehicles to enter except in the case of fire or a medical emergency and no cattle driven through the yards. We have provided horse/cattle access (brush and trees cleared) along the perimeter of our new fence from the main gate to the Dugway road. The distance from the main gate to the Dugway gate via the fence perimeter is approximately the same as going through the yards. Also we have constructed a large turn around and parking area outside of our main gate to facilitate cattle/horse trailer unloading etc.

5. Your gates;

A. 1st gate coming in from Park Valley. We have instructed all of our people to close this gate when cattle are in the area or when it is closed when they drive up. It seems to me that a better solution would be for everyone to close the gate all of the time and have a sign on the gate to that effect. Let us know your thoughts.

- B. 2nd gate. We have purchased a new high tensil chain per your suggestion, so that all but 3 locks can be removed, yours, ours and Bown's. Let us know when you want to do this and we will bring a cutting torch and do it. We are drafting a set of instructions for all visitors and truck drivers relative to gates and access and will send you a copy shortly.
- 6. General policy; With increased activity it is more important than ever for us to have a neat and organized stone quarry operation. The improvements we are doing reflect our desire to be careful stewards of the land, comply with todays safety standards, have reasonable security, minimize our liability factor and over all be a good example.
- 7. Hunting season; We have advised all of our employees/associates that there is no hunting within the boundaries of our quarry property and that private property surrounds much of our property. Within our quarry property, no hunting is important to us from a liability and security stand point and we will post the property accordingly. Just last year, during hunting season, someone carried away over \$300.00' worth of wire from our storage yard area.

Please get in touch if you have any further ideas or suggestions

Sincerely,

Gary Mullard President

lw

P.S. Find enclosed copies of my previous letters of 9/14/91 and 5/4/92.

